

Message Text

CONFIDENTIAL

PAGE 01 STATE 139899

64

ORIGIN EA-10

INFO OCT-01 ISO-00 AID-05 L-03 SS-15 COME-00 TRSE-00

CIEP-01 SAJ-01 SAM-01 OMB-01 CIAE-00 DODE-00 PM-03

H-02 INR-07 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 USIA-06

IGA-01 /066 R

DRAFTED BY EA/ROC:KJWEAVER:ARCK

APPROVED BY EA:WHGLEYSTEN

AID/ASIA/EAA - W. HALL

AID/GC - S. TISA

L/EA - C. ROH

S/S-S - M. DENHAM

----- 045514

R 141542Z JUN 75

FM SECSTATE WASHDC

TO AMEMBASSY TAIPEI

C O N F I D E N T I A L STATE 139899

E.O. 11652:GDS

TAGS: EAID, TW

SUBJECT: RENEWAL OF SAFED AGREEMENT

REFERENCE: (A) STATE 112975

1. EMBASSY IS REQUESTED TO TRANSMIT TO ROC MINISTER OF FOREIGN AFFAIRS THE FOLLOWING DIPLOMATIC NOTE EFFECTING RENEWAL OF THE SAFED AGREEMENT.

2. QUOTE EXCELLENCY: I HAVE THE HONOR TO REFER TO THE AGREEMENT BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF THE REPUBLIC OF CHINA, DATED APRIL 9, 1965, AS AMENDED, (HEREINAFTER CALLED THE "SINO-AMERICAN DEVELOPMENT FUND AGREEMENT") AND TO THE EX-CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 139899

CHANGE OF NOTES DATED JUNE 30, 1970, EXTENDING THE EFFECTIVE

PERIOD OF THE SINO-AMERICAN DEVELOPMENT FUND AGREEMENT FROM JULY 1, 1970, THROUGH JUNE 30, 1975. THIS AGREEMENT CONCERNS THE DISPOSITION OF NEW TAIWAN DOLLARS GENERATED AS A CONSEQUENCE OF ASSISTANCE FURNISHED UNDER THE ECONOMIC AID AGREEMENT BETWEEN OUR TWO GOVERNMENTS.

3. ON THE BASIS OF THE RECENT DISCUSSIONS WHICH HAVE TAKEN PLACE BETWEEN REPRESENTATIVES OF OUR TWO GOVERNMENTS,

I HAVE THE HONOR TO PROPOSE THAT THE SINO-AMERICAN DEVELOPMENT FUND AGREEMENT BE EXTENDED THROUGH JUNE 30, 1980. ALL OTHER TERMS AND CONDITION OF THE AGREEMENT WILL REMAIN IN EFFECT.

4. UPON RECEIPT OF A NOTE FROM YOUR EXCELLENCY INDICATING THAT THE PROPOSAL SET FORTH HEREIN IS ACCEPTABLE TO THE GOVERNMENT OF THE REPUBLIC OF CHINA, THIS NOTE AND YOUR EXCELLENCY'S REPLY WILL CONSTITUTE AN AGREEMENT BY OUR TWO GOVERNMENTS EXTENDING THE SINO-AMERICAN DEVELOPMENT FUND AGREEMENT, TO BE EFFECTIVE FROM JULY 1, 1975, THROUGH JUNE 30, 1980. THESE ARRANGEMENTS WILL BE REVIEWED BY OUR TWO GOVERNMENTS ON OR ABOUT JULY 1, 1980, OR AT ANY EARLIER TIME ON THIRTY DAYS NOTICE BY EITHER GOVERNMENT.

5. ACCEPT, EXCELLENCY, THE RENEWED ASSURANCES OF MY HIGHEST CONSIDERATION. UNQUOTE.

6. DEPARTMENT'S LEGAL OPINION IS THAT IT IS UNNECESSARY TO AMEND AGREEMENT TO TERMINATE USG CONDUCT OF END-USE CHECKS AND INDEPENDENT AUDITS. LANGUAGE IN PARAGRAPH D UNDER "GENERAL" STATES THAT USG QUOTE SHALL HAVE THE RIGHT TO CONDUCT END-USE CHECKS AND INDEPENDENT AUDITS UNQUOTE. DISCRETION TO EXERCISE THIS AUTHORITY IS IMPLICIT. EMBASSY IS REQUESTED TO INFORM MOFA INFORMALLY THAT USG WILL NO LONGER PERFORM THESE FUNCTIONS.

7. FYI. THERE IS NO STATUTORY REQUIREMENT FOR USG CONDUCT OF END-USE CHECKS AND INDEPENDENT AUDITS WITH RESPECT TO COUNTERPART FUNDS. KISSINGER
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 139899

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, SCIENTIFIC COOPERATION, ECONOMIC DEVELOPMENT, TECHNOLOGICAL EXCHANGES, DIPLOMATIC NOTES
Control Number: n/a
Copy: SINGLE
Draft Date: 14 JUN 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ShawDG
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE139899
Document Source: CORE
Document Unique ID: 00
Drafter: KJWEAVER:ARCK
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750208-0532
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750648/aaaabrmm.tel
Line Count: 107
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN EA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 STATE 112975
Review Action: RELEASED, APPROVED
Review Authority: ShawDG
Review Comment: n/a
Review Content Flags:
Review Date: 25 JUL 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <25 JUL 2003 by CunninFX>; APPROVED <22 DEC 2003 by ShawDG>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: RENEWAL OF SAFED AGREEMENT
TAGS: EAID, TW, SAFED
To: TAIPEI
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006